

ORIGINAL



EX-101-01-1111-1111



August 22, 2002

Commissioner Kathleen Q. Abernathy
Federal Communications Commission
445 Twelfth Street, S.W.
Washington, D.C. 20554

Re: *Ex parte* contact in CC Docket Nos. 96-45, **98-171**, 90-571, 92-237, 99-200 and **95-116**; Universal Service Contribution Reform

Dear Commissioner Abernathy:

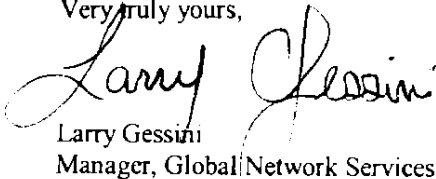
Cargill, Inc. is pleased that the Commission is considering new methods for funding universal service. The current approach, which assesses contribution obligations based on interstate and international revenues, is uneconomic and therefore unsustainable, and should be replaced with a method that assesses contribution obligation based on lines and activated wireless numbers. Cargill, however, strongly objects to a recent proposal made by certain state regulators to freeze the assessments attributable to residential lines.


Cargill, Inc. is one of many business customers paying a federal universal service surcharge of between **8%** and 10.6%. This revenue-based percentage charge requires high-volume users to pay a disproportionate amount of universal service costs. As a result, the current system discourages use of **productivity-enhancing** communications technologies and creates a strong financial incentive for high-volume customers to use alternative technologies and service packages to reduce their costs – not a good result as our country fights its way out of recession.

The Commission should replace the current revenue-based universal service surcharge with a more equitable charge that would apply to every customer's connection to the network – to residential and business lines on wireline networks and activated telephone numbers on wireless networks. The Commission has requested comment on a universal service funding plan that includes such line and number charges, proposed by a coalition consisting of The Ad Hoc Telecommunications Users Committee, AT&T, e-TUG, and WorldCom. Under this proposal, increases and decreases in universal service subsidies would be reflected in uniform percentage adjustments to all per line and wireless number charges. Cargill, Inc. urges **you** to adopt **this** connection-based proposal.

Cargill, Inc. also strongly objects to a recently filed proposal by certain state regulators that would freeze for five years the line and activated wireless number charges applied to residential and **single** line business customers. This proposal advances no legitimate public interest objective. Indeed, there is not a shred of evidence that proportionate increases in all line and number USF charges, if needed, would adversely affect residential telephone subscription levels or unfairly burden residential telephone service customers. The state regulators would subject business users alone to added subsidy burdens, burdens that could be quite substantial and that could undermine historic support for universal service subsidies.

Very truly yours,


Larry Gessini
Manager, Global Network Services


Lisa

/nn



ORIGINAL



August 22, 2002

Commissioner Kathleen Q. Abernathy
Federal Communications Commission
445 Twelfth Street, S.W.
Washington, D.C. 20554

Re: *Ex parte* contact in CC Docket Nos. 96-45, 98-171, 90-571, 92-237, 99-200 and 95-1 16: Universal Service Contribution Reform

Dear Commissioner Abernathy:

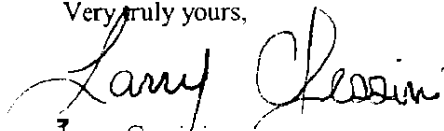
Cargill, Inc. is pleased that the Commission is considering new methods for funding universal service. The current approach, which assesses contribution obligations based on interstate and international revenues, **is** uneconomic and therefore unsustainable, and should be replaced with a method that assesses contribution obligation based on lines and activated wireless numbers. Cargill, however, strongly objects to a recent proposal made by certain state regulators to **freeze** the assessments attributable to residential lines.

Cargill, Inc. is one of many business customers paying a federal universal service surcharge of between 8% and 10.6%. This revenue-based percentage charge requires high-volume users to pay a disproportionate amount of universal service costs. As a result, the current system discourages use of productivity-enhancing communications technologies and creates a strong financial incentive for high-volume customers to use alternative technologies and service packages to reduce their costs – not a good result as our country fights its way out of recession.

The Commission should replace the current revenue-based universal service surcharge with a more equitable charge that would apply to every customer's connection to the network – to residential and business lines on wireline networks and activated telephone numbers on wireless networks. The Commission has requested comment on a universal service funding plan that includes such line and number charges, proposed by a coalition consisting of The Ad Hoc Telecommunications Users Committee, AT&T, e-TUG, and WorldCom. Under this proposal, increases and decreases in universal service subsidies would be reflected in uniform percentage adjustments to all per line and wireless number charges. Cargill, Inc. **urges** you to adopt this connection-based proposal.

Cargill, Inc. also strongly objects to a recently filed proposal by certain state regulators that would freeze for five years the **line and** activated wireless number charges applied to residential and **single line** business customers. This proposal advances no legitimate public interest objective. Indeed, there is not a shred of evidence that proportionate increases in all line and number USF charges, if needed, would adversely affect residential telephone subscription levels or unfairly burden residential telephone service customers. The state regulators would subject business users alone to added subsidy burdens, burdens that could be quite substantial and that could **undermine** historic support for universal service subsidies.

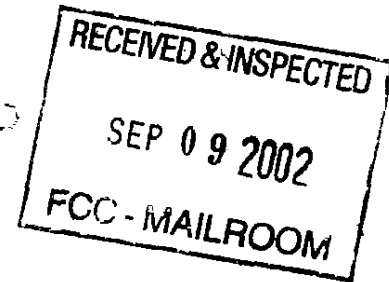
Very truly yours,


- Larry Gessini
Manager, Global Network Services

/nn



ORIGINAL



August 22, 2002

Commissioner Kathleen Q. Abernathy
Federal Communications Commission
445 Twelfth Street, S.W.
Washington, D.C. 20554

Re: Exparrecontact in CC Docket Nos. 96-45, 98-171, 90-571, 92-237, 99-200 and 95-1 16; Universal Service Contribution Reform

Dear Commissioner Abernathy:

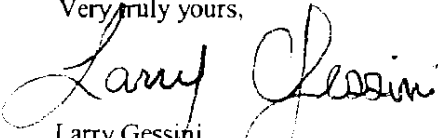
Cargill, Inc. is pleased that the Commission *is* considering new methods for funding universal service. The current approach, which assesses contribution obligations based on interstate and international revenues, is uneconomic and therefore unsustainable, and should be replaced with a method that assesses contribution obligation based on lines and activated wireless numbers. Cargill, however, strongly objects to a recent proposal made by certain state regulators to *freeze* the assessments attributable to residential lines.

Cargill, Inc. is one of many business customers paying a federal universal service surcharge of between 8% and 10.6%. **This** revenue-based percentage charge requires high-volume users to pay a disproportionate amount of universal service costs. As a result, the current system discourages use of productivity-enhancing communications technologies and creates a strong financial incentive for high-volume customers to use alternative technologies and service packages to reduce their costs – not a **good** result as our country fights **its** way out of recession.

The Commission should replace the current revenue-based universal service surcharge with a more equitable charge that would apply to every customer's connection **to** the network – to residential and business lines on wireline networks and activated telephone numbers on wireless networks. The Commission has requested comment on a universal service funding plan that includes such line and number charges, proposed by a coalition consisting of The Ad Hoc Telecommunications Users Committee, AT&T, e-TUG, and WorldCom. Under this proposal, increases and decreases in universal service subsidies would be reflected in uniform percentage adjustments to all per line and wireless number charges. Cargill, Inc. urges you to adopt **this** connection-based proposal.

Cargill, Inc. also strongly objects to a recently filed proposal by certain state regulators that would **freeze** for five years the line **and** activated wireless **number** charges applied to residential and single line business customers. This proposal advances no legitimate public interest objective. Indeed, there **is** not a shred of evidence that proportionate increases in **all** line and number USF charges, if needed, would adversely affect residential telephone subscription levels or unfairly burden residential telephone service customers. The state regulators would subject business users alone to added subsidy burdens, burdens that could be quite substantial and that could undermine historic support for universal service subsidies.

Very truly yours,


Larry Gessini
Manager, Global Network Services

/nn



ORIGINAL



August 22, 2002

Commissioner Kathleen Q. Abernathy
Federal Communications Commission
445 Twelfth Street, S.W.
Washington, D.C. 20554

Re: *Ex parte* contact in CC Docket Nos. 96-45, 98-171, 90-571, 92-237, 99-200 and 95-116; Universal Service Contribution Reform

Dear Commissioner Abernathy:

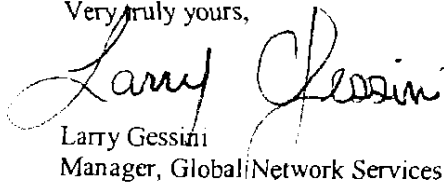
Cargill, Inc. is pleased that the Commission **is** considering new methods for funding universal service. The current approach, which assesses contribution obligations based on interstate and international revenues, is uneconomic and therefore unsustainable, and should be replaced with a method that assesses contribution obligation based on lines and activated wireless numbers. Cargill, however, strongly objects to a recent proposal made by certain state regulators to **freeze** the assessments attributable to residential lines.

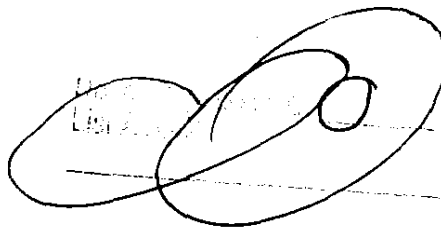
Cargill, Inc. is one of many business customers paying a federal universal service surcharge of between 8% and 10.6%. This revenue-based percentage charge requires high-volume users to pay a disproportionate amount of universal service costs. As a result, the current system discourages use of **productivity-enhancing** communications technologies and creates a strong financial incentive for high-volume customers to use alternative technologies and service packages to reduce their costs – not a good result as our country fights its way out of recession.

The Commission should replace the current revenue-based universal service surcharge with a more equitable charge that would apply to every customer's connection to the network – to residential and business lines on wireline networks and activated telephone numbers on **wireless** networks. The Commission has requested comment on a universal service funding plan that includes such line and number charges, proposed by a coalition consisting of The Ad Hoc Telecommunications Users Committee, AT&T, e-TUG, and WorldCom. Under this proposal, increases and decreases in universal service subsidies would be reflected in uniform percentage adjustments to all per line and wireless number charges. Cargill, Inc. urges you to adopt this connection-based proposal.

Cargill, Inc. also strongly objects to a recently filed proposal by certain state regulators that would **freeze** for five years the line and activated **wireless** number charges applied to residential and single line business customers. This proposal advances no legitimate public interest objective. Indeed, there is not a shred of evidence that proportionate increases in **all** line and number USF charges, if needed, **would** adversely affect residential telephone subscription levels or unfairly burden residential telephone service customers. The state regulators would subject business users alone to added subsidy burdens, burdens that could be quite substantial and that could undermine historic support for universal service subsidies.

Very truly yours,


Larry Gessini
Manager, Global Network Services



/nn



ORIGINAL



August 22, 2002

Commissioner Kathleen Q. Abernathy
Federal Communications Commission
445 Twelfth Street, S.W.
Washington, D.C. 20554

Re: *Ex parte* contact in CC Docket Nos. 96-45, 98-171, 90-571, 92-237, 99-200 and **95-1** 16; Universal Service Contribution Reform

Dear Commissioner Abernathy:

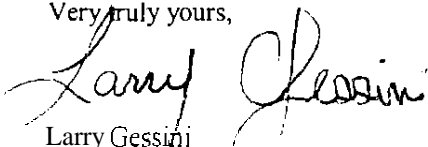
Cargill, Inc. is pleased that the Commission is considering new methods for funding universal service. The current approach, which assesses contribution obligations based on interstate and international revenues, is uneconomic and therefore unsustainable, and should be replaced with a method that assesses contribution obligation based on lines and activated wireless numbers. Cargill, however, strongly objects to a recent proposal made by certain state regulators to **freeze** the assessments attributable to residential lines.

Cargill, Inc. is one of many business customers paying a federal universal service surcharge of between 8% and 10.6%. This revenue-based percentage charge requires high-volume users to pay a disproportionate amount of universal service costs. As a result, the current system discourages use of productivity-enhancing communications technologies and creates a strong financial incentive for high-volume customers to use alternative technologies and service packages to reduce their costs – not a good result as our country **fights its** way out of recession.

The Commission should replace the current revenue-based universal service surcharge with a more equitable charge that would apply to every customer's connection to the network – to residential and business lines on wireline networks and activated telephone numbers on wireless networks. The Commission has requested comment on a universal service funding plan that includes such line and number charges, proposed by a coalition consisting of The Ad Hoc Telecommunications Users Committee, AT&T, e-TUG, and WorldCom. Under this proposal, increases and decreases in universal service subsidies would be reflected in uniform percentage adjustments to all per line and wireless number charges. Cargill, Inc. urges you to adopt this connection-based proposal.

Cargill, Inc. also strongly objects to a recently filed proposal by certain state regulators that would freeze for five years the line and activated **wireless** number charges applied to residential and single line business customers. This proposal advances **no** legitimate public interest objective. Indeed, there is not a shred of evidence that proportionate increases in all line and number USF charges, if needed, would adversely affect residential telephone subscription levels or unfairly burden residential telephone service customers. The state regulators would subject business users alone to added subsidy burdens, burdens that could be quite substantial and that could undermine historic support for universal service subsidies.

Very truly yours,


Larry Gessini
Manager, Global Network Services

/nn



ORIGINAL



August 22, 2002

Commissioner Kathleen Q. Abernathy
Federal Communications Commission
445 Twelfth Street, S.W.
Washington, D.C. 20554

Re: *Ex parte* contact in CC Docket Nos. **96-45, 98-171, 90-571, 92-237, 99-200** and **95-1 16**; Universal Service Contribution Reform

Dear Commissioner Abernathy:

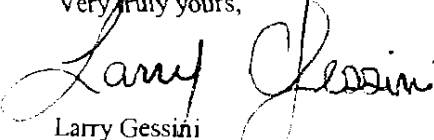
Cargill, Inc. is pleased that the Commission is considering new methods for funding universal service. The current approach, which assesses contribution obligations based **on** interstate and international revenues, is uneconomic and therefore unsustainable, and should be replaced with a method **that** assesses contribution obligation based **on** lines and activated wireless numbers. Cargill, however, strongly objects to a recent proposal made by certain state regulators to freeze the assessments attributable to residential lines.

Cargill, Inc. is one of many business customers paying a federal universal service surcharge of between 8% and 10.6%. **This** revenue-based percentage charge requires high-volume users to pay a disproportionate amount of universal service costs. **As** a result, the current system discourages use of productivity-enhancing communications technologies and creates a **strong** financial incentive for high-volume customers to use alternative technologies **and** service packages to reduce their costs – not a good result as our country fights its way **out of** recession.

The Commission should replace the current revenue-based universal service surcharge with a more equitable charge that would apply to every customer's connection to the network – to residential and business lines **on** wireline networks and activated telephone numbers **on** wireless networks. The **Commission** has requested comment on a universal service funding plan that includes such line and number charges, proposed by a coalition consisting of The Ad Hoc Telecommunications Users Committee, AT&T, e-TUG, and WorldCom. Under this proposal, increases and decreases in universal service subsidies would be reflected in uniform percentage adjustments to all per line and wireless number charges. Cargill, Inc. urges you to adopt this connection-based proposal.

Cargill, Inc. also strongly objects to a recently filed proposal by certain state regulators that would freeze for five years the line **and** activated **wireless** number charges applied to residential and single line business customers. **This** proposal advances no legitimate public interest objective. Indeed, there **is** not a shred of evidence that proportionate increases in all line **and** number USF charges, if needed, would adversely affect residential telephone subscription levels or unfairly burden residential telephone service customers. The slate regulators would subject business users alone to added subsidy burdens, burdens that could be quite substantial and that could undermine historic support for universal service subsidies.

Very truly yours,


Larry Gessini
Manager, Global Network Services



/nn